

10 Year Finance Plan

Development of Work Products:

- Initial funding targets, available funding & unmet funding needs
- Develop Issue Papers for each Program Element
- Stakeholder and agency involvement in identifying and narrowing issues

10 Year Finance Plan

Process for Stakeholder and agency involvement:

- BDA and BDPAC meetings
- Finance Plan public workshops
- Various ad hoc forums
- Possible Legislative Hearing(s)

10 Year Finance Plan Schedule

August – October 2004

- Continue Stakeholder & Agency input on funding targets, available funding, program priorities, cost sharing, and finance tools
- Public workshops August 30th and Sept
- Draft Issue Papers at BDPAC Sept meeting

10 Year Finance Plan Schedule

October – November 2004

- Oct. BDA meeting -- Proposed 10 Year Finance Plan
- November submittal to Dept of Finance for Governor's 2005-06 Proposed Budget

January – June 2005

- Continued discussions on Governors' Proposed Budget with stakeholders and Legislature

10 Year Funding Targets & Unmet Needs

Program Element	Funding Targets	Available Funding	Unmet Needs
Ecosystem Restoration	\$1,701.3	\$699.5	\$1,001.7
Environmental Water Account	\$416.1	\$122.9	\$293.2
Water Use Efficiency	\$2,236.3	\$1,667.9	\$568.4
Water Transfers	\$6.0	\$6.0	\$0.0
Watershed	\$307.4	\$77.7	\$229.7
Drinking Water Quality	\$264.4	\$5.6	\$258.8
Levees	\$491.5	\$61.5	\$429.9
Storage	\$1,034.5	\$960.5	\$73.9
Conveyance	\$334.5	\$121.8	\$212.6
Science	\$528.8	\$154.0	\$374.8
Oversight & Coordination	\$123.0	\$73.6	\$49.4
Subtotal	\$7,443.7	\$3,951.1	\$3,492.6
<i>Potential Capital Projects</i>			
Surface Storage Construction	\$5,767.8	\$0.0	\$5,767.8
Conveyance Construction	\$2,756.7	\$120.2	\$2,636.5
Suisun Marsh Levees	\$99.5	\$0.0	\$99.5
Total (including Potential Capital Projects)	\$16,067.6	\$4,071.2	\$11,996.4

Finance Tools

Public Share – Options

- State General Obligation Bonds
- General Funds
- Federal appropriations

Local / User Share – Options

- Local cost-sharing on grants and loans
- CVP & SWP contractor charges
- Restoration fund revenue
- New state administered fees

Finance Issue Paper Template

- Background and Current Funding Status
- Finance Issues
 1. Is there an issue with the funding target?
 2. Should priorities be adjusted to reduce funding target?
 3. Is there an issue regarding the amount and source of available funds?
 4. Are there future studies/ information that could affect the targets or allocations?
 5. Are there regulatory or programmatic threshold issues that affect the funding target?
 6. What are the options for allocating costs?
 7. Are there timing/linkage issues on when a cost allocation should be initiated?

Environmental Water Account

Example Issues

1. Annual Funding Target
2. Available funding
 - Prop 50 Chp 7 funds
 - Spreading available public bond funds over more years
3. Allocations
 - Water user and Public shares
 - Dividing the water user share between CVP and SWP
4. Regulatory threshold under review

Surface Storage Planning

Example Issues

- Intent in the ROD to use public funds for surface storage planning
- Current funds inadequate to complete all 5 studies in timely manner
- Funding Options for \$23 mill funding gap
 1. Prioritize funding based on local interest
 2. Adjust funding to align schedules
 3. Continue to rely on public funds
 4. Seek water user cost share

10 Year Finance Plan

Next Steps

- Feedback on Process and Schedule
- Refine funding targets and available funds
- Continue outreach thru BDPAC
Subcommittees and other ad hoc forums
- Develop Issue Papers for each Program
Element
- Hold Public workshops